

C. DUKES SCOTT  
EXECUTIVE DIRECTOR

111 Main Street, Suite 300  
Columbia, SC 29201



Phone: (803) 737-0800  
Fax: (803) 737-0801

DAN F. ARNETT  
CHIEF OF STAFF

180701

JOHN W. FLITTER  
DIRECTOR  
ELECTRIC & GAS REGULATION

July 11, 2006

**VIA HAND DELIVERY**

The Honorable Charles L.A. Terreni  
Chief Clerk & Administrator  
**Public Service Commission of South Carolina**  
101 Executive Center Drive  
Columbia, South Carolina 29210

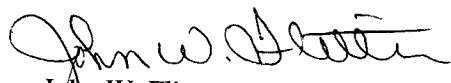
Re: Docket No. 2006-173-E – Contract between South Carolina Electric & Gas Company  
("SCE&G") and the United States Department of Energy (DOE)

Dear Mr. Terreni,

This is to inform the Public Service Commission that the Office of Regulatory Staff (ORS) has reviewed the above referenced filing and has no objection to the contract which covers electric service to the Savannah River Site (SRS) located in Aiken, Barnwell and Allendale Counties, South Carolina. The Application is a result of an agreement reached between the two parties, and the resulting five year contract with extension options no longer includes provision of steam by SCE&G to SRS.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

  
John W. Flitter

JWF/swh

cc: Dr. James Spearman, Executive Assistant to PSC SC  
Dan F. Arnett, Chief of Staff, SC ORS  
Florence Belser, General Counsel, SC ORS  
Nanette S. Edwards, Deputy General Counsel, SC ORS  
Shannon Bowyer Hudson, Counsel, SC ORS  
Patricia B. Morrison, Senior Counsel, SCE&G  
Donnie L. Campbell, Counsel, DOE